

THE WHITE HOUSE
CORRESPONDENCE TRACKING WORKSHEET

C0034-01

INCOMING

DATE RECEIVED: FEBRUARY 04, 1992

NAME OF CORRESPONDENT: THE HONORABLE RANDY "DUKE" CUNNINGHAM

SUBJECT: URGES THE PRESIDENT TO USE THE EXON-FLORIO
PROVISIONS TO REVIEW THE PROPOSED SALE OF
PORTIONS OF MCDONNELL-DOUGLAS TO THE TAIWAN
AEROSPACE CORPORATION

ROUTE TO: OFFICE/AGENCY (STAFF NAME)	ACTION		DISPOSITION	
	ACT CODE	DATE YY/MM/DD	TYPE RESP	C COMPLETED D YY/MM/DD
NICK CALIO	ORG	92/02/04	NC A	92/02/05
REFERRAL NOTE: _____				
MSCOW	R	92/02/14		T I
REFERRAL NOTE: _____				
99DOD	I	92/02/12		C I T
REFERRAL NOTE: _____				
99DOC	I	92/02/12		C I T
REFERRAL NOTE: _____				
99DOS	I	92/02/18		C I T
REFERRAL NOTE: _____				

COMMENTS: _____

ADDITIONAL CORRESPONDENTS: MEDIA:L INDIVIDUAL CODES: 1240 _____
MAIL USER CODES: (A) _____ (B) _____ (C) _____

- *****
- | | | | |
|--------------------------|----------------------|----------------------|---|
| *ACTION CODES: | *DISPOSITION | *OUTGOING | * |
| * | * | *CORRESPONDENCE: | * |
| *A-APPROPRIATE ACTION | *A-ANSWERED | *TYPE RESP=INITIALS | * |
| *C-COMMENT/RECOM | *B-NON-SPEC-REFERRAL | * OF SIGNER | * |
| *D-DRAFT RESPONSE | *C-COMPLETED | * CODE = A | * |
| *F-FURNISH FACT SHEET | *S-SUSPENDED | *COMPLETED = DATE OF | * |
| *I-INFO COPY/NO ACT NEC* | | * OUTGOING | * |
| *R-DIRECT REPLY W/COPY * | | * | * |
| *S-FOR-SIGNATURE | | * | * |
| *X-INTERIM REPLY | | * | * |
- *****

REFER QUESTIONS AND ROUTING UPDATES TO CENTRAL REFERENCE
(ROOM 75, OEOB) EXT-2590
KEEP THIS WORKSHEET ATTACHED TO THE ORIGINAL INCOMING
LETTER AT ALL TIMES AND SEND COMPLETED RECORD TO RECORDS
MANAGEMENT.

W
RANDY "DUKE" CUNNINGHAM

44TH DISTRICT, CALIFORNIA

ARMED SERVICES COMMITTEE

MERCHANT MARINE AND
FISHERIES COMMITTEE

EDUCATION AND LABOR COMMITTEE

REPUBLICAN RESEARCH
COMMITTEE

CO-CHAIRMAN, TASK FORCE ON EDUCATION

TASK FORCE ON DRUGS



Congress of the United States
House of Representatives

Washington, DC 20515-0544

February 3, 1992

305094
1017 LONGWORTH HOUSE OFFICE BUILDING

WASHINGTON, DC 20515

(202) 225-5452

(202) 225-2558 FAX

MARKETPLACE AT THE GROVE
3450 COLLEGE AVENUE, SUITE 220

SAN DIEGO, CA 92115

(619) 287-8851

(619) 583-5856 FAX

430 DAVIDSON STREET, SUITE A

CHULA VISTA, CA 91910

(619) 691-1188

(619) 691-0272 FAX

Marked
The President
The White House
Washington, DC 20500

Dear Mr. President:

I am writing to urge your Administration to use the Exon-Florio provisions to review the proposed sale of portions of McDonnell-Douglas to the Taiwan Aerospace Corporation. As you know, the parties have proposed selling a 40 percent stake in the commercial operations of Douglas Aircraft in exchange for an estimated \$2 billion.

I believe that this proposed deal raises grave questions about the future of our commercial aviation industry. Additionally, the potential for technology transfer could prove damaging to our national security.

In an era when many American industries find themselves disadvantaged vis-a-vis foreign competitors, commercial aviation remains one of the true bright spots in the American economy. Despite an increasing threat from subsidized competitors in Europe and elsewhere, the United States commercial aircraft industry remains the world leader.

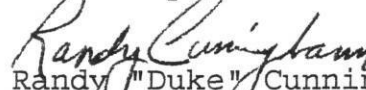
I believe we should carefully examine the wisdom of transferring technology to a firm which is partially owned by a foreign government. Some estimates state that as many as 40,000 aerospace jobs may ultimately be moved offshore, when suppliers and subcontractors are considered. Press reports have indicated that as much as 70 percent of airframe work for the MD-12 jet may be done overseas, if the deal is completed.

The President
Page Two
February 3, 1992

Congress passed the Exon-Florio language precisely for situations such as the McDonnell-Douglas-Taiwan Aerospace sale. I believe it is imperative that your Administration exercise this tool. The proposed McDonnell-Douglas sale deserves careful scrutiny from your Administration. For reasons of domestic employment, technology transfer, preservation of our industrial base, and national security, I urge you to insist on a full and complete review of this transaction.

Thank you for your consideration.

Sincerely,


Randy "Duke" Cunningham
Member of Congress

RDC:wll